

RELIANCE

Reliance Infrastructure Limited

Consolidated Financial Results

**Quarter and Nine Months ended
December 31, 2018**

**Corporate Finance & Accounts
Mumbai**

B S R & Co. LLP
Chartered Accountants
Lodha Excelus
5th Floor, Apollo Mills Compound
N. M. Joshi Marg, Mahalakshmi
Mumbai 400 011.
Telephone +91(22) 4345 5300
Fax +91(22) 4345 5399

Pathak H.D. & Associates
Chartered Accountants
814-815, Tulsiani Chambers,
212, Nariman Point,
Mumbai 400 021
Telephone +91(22) 3022 8508
Fax +91(22) 3022 8509

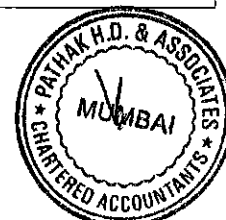
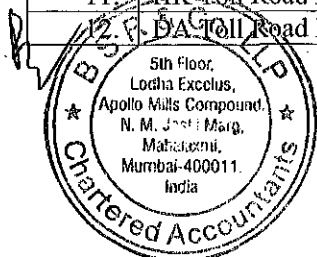
Limited Review Report on unaudited Quarterly and year to date Consolidated Financial Results of Reliance Infrastructure Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Reliance Infrastructure Limited

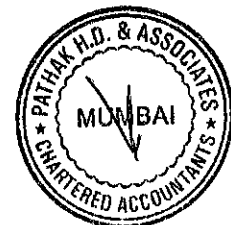
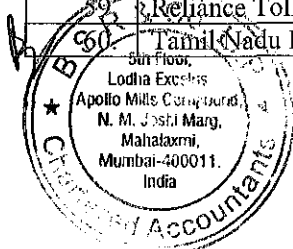
1. We have reviewed the accompanying statement of unaudited consolidated financial results) of Reliance Infrastructure Limited ('the Company') and its subsidiaries (the Company and its subsidiaries together referred to as the 'Group'), joint venture company and associate companies for the quarter and nine months ended December 31, 2018 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with relevant circulars issued by SEBI.
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on February 05, 2019. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' specified under Section 143 (10) of the Companies Act, 2013 ('the Act'). This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. The Statement includes the results of entities as given below:

A. Subsidiaries (Including step-down subsidiaries)

Sr. No.	Name of the Company
1.	Reliance Power Transmission Limited
2.	Reliance Airport Developers Limited
3.	BSES Kerala Power Limited
4.	Mumbai Metro One Private Limited
5.	Reliance Energy Trading Limited
6.	Parbati Koldam Transmission Company Limited
7.	DS Toll Road Limited
8.	NK Toll Road Limited
9.	KM Toll Road Private Limited
10.	PS Toll Road Private Limited
11.	HK Toll Road Private Limited
	JK Toll Road Private Limited



13.	GF Toll Road Private Limited
14.	CBD Tower Private Limited
15.	Reliance Electric Generation & Supply Limited (Upto August 29, 2018)
16.	Reliance Cement Corporation Private Limited
17.	Reliance Sealink One Private Limited
18.	Utility Infrastructure & Works Private Limited
19.	Reliance Smart Cities Limited
20.	Reliance Energy Limited
21.	Reliance E-Generation and Management Private Limited
22.	Reliance Defence Limited
23.	Reliance Defence Systems Private Limited
24.	Reliance Cruise and Terminals Limited
25.	BSES Rajdhani Power Limited
26.	BSES Yamuna Power Limited
27.	Mumbai Metro Transport Private Limited
28.	JR Toll Road Private Limited
29.	Delhi Airport Metro Express Private Limited
30.	SU Toll Road Private Limited
31.	TD Toll Road Private Limited
32.	TK Toll Road Private Limited
33.	North Karanpura Transmission Company Limited
34.	Talcher II Transmission Company Limited
35.	Latur Airport Limited (Formerly known as Latur Airport Private Limited)
36.	Baramati Airport Limited (Formerly known as Baramati Airport Private Limited)
37.	Nanded Airport Limited (Formerly known as Nanded Airport Private Limited)
38.	Yavatmal Airport Limited (Formerly known as Yavatmal Airport Private Limited)
39.	Osmanabad Airport Limited (Formerly known as Osmanabad Airport Private Limited)
40.	Reliance Defence and Aerospace Private Limited
41.	Reliance Defence Technologies Private Limited
42.	Reliance SED Limited
43.	Reliance Propulsion Systems Limited
44.	Reliance Defence System and Tech Limited
45.	Reliance Defence Infrastructure Limited
46.	Reliance Helicopters Limited
47.	Reliance Land Systems Limited
48.	Reliance Naval Systems Limited
49.	Reliance Unmanned Systems Limited
50.	Reliance Aerostructure Limited
51.	Reliance Aero Systems Private Limited
52.	Dassault Reliance Aerospace Limited
53.	Reliance Armaments Limited
54.	Reliance Ammunition Limited
55.	Reliance Velocity Limited
56.	Reliance Property Developers Private Limited
57.	Reliance Delhi Metro Trust
58.	Thales Reliance Defence Systems Limited
59.	Reliance Toll Road Trust
60.	Tamil Nadu Industries Captive Power Company Limited



61.	Reliance Global Limited (w.e.f. July 16, 2018)
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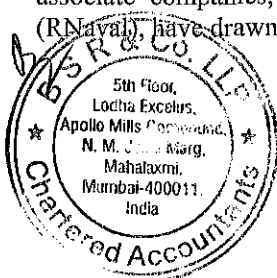
B. Associates

Sr. No.	Name of the Company
1.	Reliance Power Limited
2.	Reliance Naval and Engineering Limited
3.	Reliance Geothermal Power Private Limited
4.	Metro One Operations Private Limited
5.	RPL Photon Private Limited
6.	RPL Sun Technique Private Limited
7.	RPL Sun Power Private Limited

C. Joint Venture

Sr. No.	Name of the Company
1.	Utility Powertech Limited

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e., Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Act read with relevant rules issued thereunder and other recognized accounting practices and policies, to the extent as modified by the Court Order dated March 30, 2011 and the option exercised by the Company in accordance with the Court Order as stated in paragraph 6 (a) below, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with relevant circulars issued by SEBI, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. a) We draw attention to Note 3 of the Statement regarding the Scheme of Amalgamation between Reliance Infraprojects Limited (wholly owned subsidiary of the Parent Company) and the Parent Company sanctioned by the Hon'ble High Court of Judicature at Bombay vide its Order dated March 30, 2011, wherein the Parent Company, as determined by the Board of Directors, is permitted to adjust foreign exchange/derivative/hedging losses/gains debited/credited to the Consolidated Statement of Profit and Loss by a corresponding withdrawal from or credit to General Reserve which overrides the relevant provisions of IND AS – 1 'Presentation of financial statements'. The net foreign exchange (loss)/gain of Rs. (61.77) Crore and Rs. 93.26 Crore for the quarter and nine months ended December 31, 2018 respectively has been (debited) / credited to Consolidated Statement of Profit and Loss and equivalent amount has been withdrawn from / transferred to General Reserve in terms of the Scheme. Had such withdrawal / transfer not been made, profit before tax for the quarter and nine months ended December 31, 2018 would have been lower / higher by Rs. 61.77 Crore and Rs. 93.26 Crore respectively and General Reserve would have been higher / lower by an equivalent amount.
- b) We draw attention to the following matters to which the statutory auditors of Company's subsidiaries, BSES Rajdhani Power Limited (BRPL), BSES Yamuna Power Limited (BYPL) and associate companies, Reliance Power Limited and Reliance Naval and Engineering Limited (RNaval), have drawn an Emphasis of Matter in their review reports:

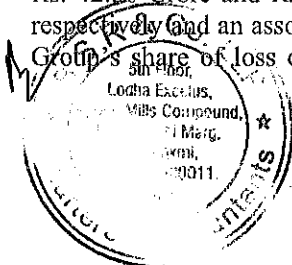


- i.) Note 6 of the Statement which details the events and conditions indicating existence of a material uncertainty that may cast significant doubt on the ability of MMOPL to continue as a going concern. The ability of MMOPL to continue operations in the foreseeable future is dependent upon availability of continuing support from its Parent Company.
- ii.) We draw attention to Note 7 of the Statement, the statutory auditors of RNaval have issued their review report dated February 4, 2019 providing their conclusion on the financial results of RNaval for the quarter and nine months ended 31 December, 2018 except for the possible effects of the carry forward of net deferred tax assets recognized till 31 March, 2018 and non-performance of assessment of impairment in carrying value of non-current assets in view of the matters stated in the said Note.
- iii.) Note 8 of the Statement with regard to RNaval, regarding invocation of performance and other bank guarantees by a customer and ship building contract receivable which have been legally challenged by RNaval and considered as fully realisable for the reasons stated therein.
- iv.) Note 9 of the Statement with regard to DERC Tariff Order received by BRPL and BYPL wherein revenue gap upto March 31, 2014, March 31, 2015, March 31, 2016 and March 31, 2017 has been trued up with certain disallowances. BRPL and BYPL have preferred an appeal before Appellate Tribunal (APTEL) on the above disallowance and based on legal opinion, no impact of such disallowance, which is subject matter of appeal, has been considered.
- v.) Note 10 of the Statement regarding dues payable to various electricity generating companies and timely recovery of accumulated regulatory deferral account balance by BRPL and BYPL for which matter is pending before Hon'ble Supreme Court.
- vi.) Note 11 of the Statement relating to status of audit of BRPL and BYPL conducted by the Comptroller and Auditor General of India.
- vii.) Note 12 of the Statement with respect to Samalkot Power Limited (SMPL), a wholly owned subsidiary of RPower. SMPL is confident of arriving at a positive resolution to the situation arising from the unavailability of natural gas in the country, and concluding sale of its 745 MW plant. Having regard to the foregoing and the continued financial support from Reliance Power Limited, the management believes that SMPL would be able to meet its financial obligations in the foreseeable future. Accordingly, the financial statements of SMPL have been prepared on a going concern basis.
- viii.) Note 13 of the Statement regarding the method of depreciation adopted by the Group for the purpose of consolidated financial results being different from the depreciation method adopted by RPower for reasons stated therein.

Our conclusion is not modified in respect of above matters.

Other Matters

- a) The financial results of thirty subsidiaries included in the Statement, which reflect total revenues of Rs. 42.56 Crore and Rs. 126.63 Crore, for the quarter and nine months ended December 31, 2018 respectively and an associate company considered in the Statement whose financial results reflect the Group's share of loss of Rs. 115.01 Crore and Rs. 337.68 Crore for the quarter and nine months



ended December 31, 2018, have been reviewed by Pathak H.D. & Associates, Chartered Accountants. The above total revenues and net profit / loss are before giving effect to any consolidation adjustments.

- b) The financial results of twenty nine subsidiaries which reflect total revenues of Rs. 4,231.35 Crore and Rs. 14,959.81 Crore for the quarter and nine months ended December 31, 2018 respectively as also the Group's share of profit of Rs. 0.78 Crore and Rs. 3.81 Crore for the quarter and nine months ended December 31, 2018 respectively in respect of five associates and a joint venture company, as included in the Statement, have been reviewed by other auditors whose review reports have been furnished to us by the management, and our report on the unaudited consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint venture is based solely on the reports of such auditors. The above total revenues and net profit are before giving effect to any consolidation adjustments.
- c) We did not review the financial results of two subsidiaries considered in the preparation of the Statement, whose financial results reflect total revenues of Rs. Nil and Rs. Nil for the quarter and nine months ended December 31, 2018 respectively. These financial results as approved by the Board of Directors of the subsidiary have been furnished to us by the management, and our report on the Statement in so far as it relates to the amounts included in respect of the subsidiaries is based solely on such board approved financial results.

Our conclusion is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W /W-100022

Bhavesh Dhupelia

Partner

Membership No: 042070

February 05, 2019
Mumbai



For **Pathak H.D. & Associates**

Chartered Accountants

Firm's Registration No:107783W



Vishal D. Shah

Partner

Membership No:119303

February 05, 2019
Mumbai

Reliance Infrastructure Limited

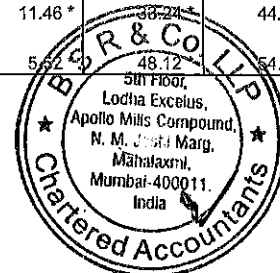
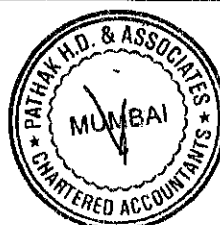
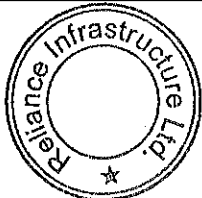
Registered Office: H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400 710

website: www.rinfra.com CIN L75100MH1929PLC001530

Statement of Consolidated Financial Results for the quarter and nine months ended December 31, 2018

(₹ crore)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-12-2018 (Unaudited)	30-09-2018 (Unaudited)	31-12-2017 (Unaudited)	31-12-2018 (Unaudited)	31-12-2017 (Unaudited)	31-03-2018 (Audited)
1	Income from Operations	4,115.72	5,750.81	4,090.67	15,266.35	14,809.95	17,885.15
2	Other Income (net) (Refer Note 3)	444.80	1,456.51	484.85	2,508.04	1,522.73	2,156.92
	Total Income	4,560.52	7,207.32	4,575.52	17,774.39	16,332.68	20,042.07
3	Expenses						
	Cost of Power Purchased	2,539.83	3,331.59	2,438.96	9,190.79	8,566.96	10,393.15
	Cost of Fuel and Materials Consumed	7.69	5.20	6.72	23.24	76.24	83.41
	Construction Material Consumed and Sub-Contracting Charges	214.02	169.27	21.12	640.34	659.74	884.03
	Employee Benefit Expenses	277.16	286.13	253.15	828.72	851.41	1,150.58
	Finance Costs	1,065.39	1,235.61	1,229.93	3,561.55	3,829.03	5,203.94
	Depreciation and Amortization Expenses	320.73	318.02	315.57	958.47	946.31	1,254.25
	Other Expenses	385.92	450.78	513.84	1,310.10	1,309.14	1,761.12
	Total Expenses	4,810.74	5,796.60	4,779.29	16,513.21	16,238.83	20,730.48
4	Profit before Rate Regulated Activities ,Exceptional Items and Tax (1+2-3)	(250.22)	1,410.72	(203.77)	1,261.18	93.85	(688.41)
5	Regulatory Income / (Expenses) (net of deferred tax)	359.56	(524.65)	156.17	(391.35)	(243.89)	571.28
6	Profit / (Loss) before Exceptional Items and Tax (4+5)	109.34	886.07	(47.60)	869.83	(150.04)	(117.13)
7	Exceptional Items Income/ (Expenses) (net) (Refer Note 4)	-	(4,200.00)	-	(4,200.00)	295.39	295.39
8	(Loss) / Profit before tax (6+7)	109.34	(3,313.93)	(47.60)	(3,330.17)	145.35	178.26
9	Tax Expenses						
	Current Tax	18.98	19.08	18.28	56.16	49.93	55.92
	Deferred Tax (net)	(38.12)	27.93	(120.49)	(41.87)	(211.75)	(222.58)
	Taxation for Earlier Years (net)	0.17	0.02	1.61	(255.04)	1.61	15.19
10	(Loss) / Profit from Continuing Operations (8-9)	128.31	(3,360.96)	53.00	(3,089.42)	305.56	329.73
11	Profit from Discontinued Operations (Refer Note 2)	250.00	3,637.09	182.97	4,041.39	680.96	827.95
12	Profit before Share of net profit of associates and joint venture (10+11)	378.31	276.13	235.97	951.97	986.52	1,157.68
13	Share of net profit / (loss) of associates and joint ventures accounted for using the equity method	(32.41)	(4.07)	65.89	(40.16)	161.18	140.78
14	Non Controlling Interest	20.64	(5.13)	0.48	37.63	(31.66)	(41.04)
15	Net Profit for the period/year (12+13-14)	325.26	277.19	301.38	874.18	1,179.36	1,339.50
16	Other Comprehensive Income (OCI)						
	Items that will not be reclassified to Profit and Loss						
	Remeasurements of net defined benefit plans : Gains / (Loss)	(2.11)	(6.84)	21.53	(4.99)	(7.36)	(2.53)
	Net movement in Regulatory Deferral Account balances related to OCI	3.68	5.13	1.58	11.01	4.73	8.84
	Income tax relating to the above	(1.74)	0.32	(1.14)	(1.72)	3.61	(1.80)
	Other Comprehensive Income/(Loss) from Discontinued Operations	-	-	(4.24)	-	(16.95)	15.53
	Items that will be reclassified to Profit and Loss						
	Foreign currency translation Gain/(Loss)	(33.47)	48.73	(10.95)	59.59	(5.07)	2.95
	Gains/(Losses) from investments in equity instruments designated at fair value though OCI	-	-	-	0.06	-	-
	Other Comprehensive Income, net of taxes	(33.64)	47.34	6.78	63.95	(21.04)	22.99
17	Total Comprehensive Income for the period/year	312.26	319.40	308.64	975.76	1,126.66	1,321.45
18	Profit / (Loss) attributable to :						
	(a) Owners of the Parent	325.26	277.19	301.38	874.18	1,179.36	1,339.50
	(b) Non Controlling Interest	20.64	(5.13)	0.48	37.63	(31.66)	(41.04)
		345.90	272.06	301.86	911.81	1,147.70	1,298.46
19	Other Comprehensive Income attributable to :						
	(a) Owners of the Parent	(33.74)	47.24	6.75	63.58	(21.14)	22.77
	(b) Non Controlling Interest	0.10	0.10	0.03	0.37	0.10	0.22
		(33.64)	47.34	6.78	63.95	(21.04)	22.99
20	Total Comprehensive income attributable to :						
	(a) Owners of the Parent	291.52	324.43	308.13	937.76	1,158.22	1,362.27
	(b) Non Controlling Interest	20.74	(5.03)	0.51	38.01	(31.56)	(40.82)
		312.26	319.40	308.64	975.77	1,126.66	1,321.45
21	Paid up equity Share Capital (Face Value of ₹ 10/- each)	263.03	263.03	263.03	263.03	263.03	263.03
22	Other Equity						23,955.95
23	Earning Per Equity Share (in ₹) (face value of ₹ 10 each) (not annualised) *						
a)	Earning Per Equity Share (for continuing operation) :						
	Basic & Diluted	2.86 *	(127.76) *	4.50 *	(120.43) *	18.95 *	19.45
b)	Earning Per Equity Share (for discontinued operation) :						
	Basic & Diluted	9.51 *	138.30 *	6.96 *	153.67 *	25.89 *	31.48
c)	Earning Per Equity Share (for discontinued and continuing operation) :						
	Basic & Diluted	12.37 *	10.54 *	11.46 *	33.24 *	44.84 *	50.93
d)	Earning Per Equity Share (before regulatory activities) :						
	Basic & Diluted	(1.30) *	30.48 *	5.62 *	48.12 *	54.11 *	29.21



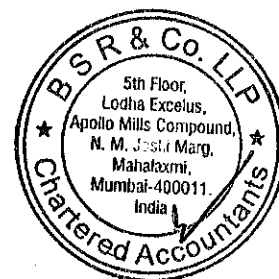
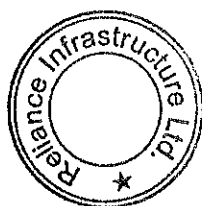
Reliance Infrastructure Limited

Registered Office: H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400 710

Consolidated Segment-wise Revenue, Results and Capital Employed

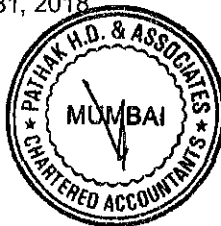
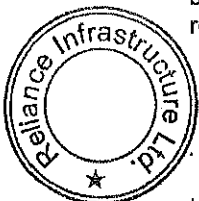
(₹ crore)

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		31-12-2018 (Unaudited)	30-09-2018 (Unaudited)	31-12-2017 (Unaudited)	31-12-2018 (Unaudited)	31-12-2017 (Unaudited)	31-03-2018 (Audited)
1	Segment Revenue						
	- Power Business	3,782.39	4,585.89	3,607.82	12,819.36	12,331.81	15,513.03
	- Engineering and Construction Business	298.91	266.65	281.06	910.42	1,213.12	1,558.93
	- Infrastructure Business	393.98	373.62	357.96	1,145.22	1,021.13	1,384.47
	Total	4,475.28	5,226.16	4,246.84	14,875.00	14,566.06	18,456.43
	Less: Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Continuing Operations (Including Regulatory Income / (Expense))	4,475.28	5,226.16	4,246.84	14,875.00	14,566.06	18,456.43
2	Segment Results						
	Profit before Interest, Tax, Share in Associates, Joint Venture and Non Controlling Interest from each segment:						
	- Power Business	658.23	572.96	520.55	1,748.70	1,776.31	2,556.57
	- Engineering and Construction Business	29.06	69.35	221.56	122.99	406.90	475.34
	- Infrastructure Business	157.18	130.37	121.54	428.83	309.29	396.10
	Total	844.47	772.68	863.65	2,300.52	2,492.50	3,428.01
	- Finance Costs	(1,065.39)	(1,235.61)	(1,229.93)	(3,561.55)	(3,829.03)	(5,203.94)
	- Interest Income	329.65	405.26	468.00	1,291.76	1,451.26	1,971.14
	- Exceptional Item - Unallocable segment	-	(4,200.00)	-	(4,200.00)	295.39	295.39
	- Other un-allocable Income net of expenditure	0.61	943.74	(149.31)	839.10	(264.77)	(312.34)
	Profit before Tax from Continuing Operations	109.34	(3,313.93)	(47.59)	(3,330.17)	145.35	178.26
3	Segment Assets						
	Power Business	27,405.32	27,648.53	26,804.34	27,405.32	26,804.34	27,547.74
	Engineering and Construction Business	5,089.31	5,131.97	4,904.96	5,089.31	4,904.96	4,884.59
	Infrastructure Business	19,327.64	19,288.76	18,789.22	19,327.64	18,789.22	18,981.44
	Unallocated Assets	27,361.28	27,539.54	29,404.83	27,361.28	29,404.83	30,818.17
	Total Assets of Continuing Operations	79,183.55	79,608.80	79,903.35	79,183.55	79,903.35	82,231.94
	Assets of Discontinued Operations	-	-	19,106.62	-	19,106.62	18,490.35
	Total Assets of Continuing and Discontinued Operations	79,183.55	79,608.80	99,009.97	79,183.55	99,009.97	100,722.29
4	Segment Liabilities						
	Power Business	20,748.18	21,116.87	20,457.25	20,748.18	20,457.25	20,922.02
	Engineering and Construction Business	4,503.40	4,536.10	5,365.10	4,503.40	5,365.10	4,922.00
	Infrastructure Business	4,761.08	4,660.18	4,200.73	4,761.08	4,200.73	4,739.21
	Unallocated Liabilities	24,159.40	24,517.85	30,530.67	24,159.40	30,530.67	29,432.30
	Total Liabilities of Continuing Operations	54,172.06	54,831.00	60,553.75	54,172.06	60,553.75	60,015.53
	Liabilities of Discontinued Operations	-	-	14,656.82	-	14,656.82	16,487.78
	Total Liabilities of Continuing and Discontinued Operations	54,172.06	54,831.00	75,210.57	54,172.06	75,210.57	76,503.31

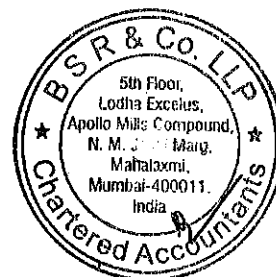
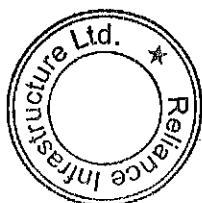


Notes:

1. The Consolidated Financial Results of Reliance Infrastructure Limited (the Parent Company), its subsidiaries (together referred to as the "Group") associates and joint ventures have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013.
2. Pursuant to the Share Purchase Agreement entered with Adani Transmission Limited (ATL) for the sale of Mumbai Power Business (MPB), the Parent Company on August 29, 2018 divested its entire stake in its wholly owned subsidiary viz Reliance Energy Generation and Supply Limited (REGSL). The results of the MPB are classified as Discontinued Operations as per Ind AS 105 "Non Current Assets held for sale and discontinued operations".
3. Pursuant to the Scheme of Amalgamation of Reliance Infraprojects Limited with the Parent Company, sanctioned by the Hon'ble High Court of Judicature at Bombay on March 30, 2011, net foreign exchange (loss)/gain of ₹(61.77) crore and ₹ 93.26 crore for the quarter and nine months ended December 31, 2018 respectively has been debited/credited to the Statement of Profit and Loss and an equivalent amount has been withdrawn/transferred from/to General Reserve. Had such withdrawal/transfer not been done, the Profit before tax for the quarter and nine months ended December 31, 2018 would have been lower/higher by ₹ 61.77 crore and ₹ 93.26 crore respectively and General Reserve would have been lower by ₹ 93.26 crore. The treatment prescribed under the Scheme overrides the relevant provisions of Ind AS 1 "Presentation of Financial Statements".
4. During the quarter ended December 31, 2018 the Parent Company has determined an amount of ₹ 860.45 crore as Exceptional item being loss on sale of investments and an equivalent amount has been reversed out of provision made during previous quarter.
5. The dispute between Delhi Airport Metro Express Private Limited (DAMEPL), a subsidiary of the Parent Company and Delhi Metro Rail Corporation (DMRC) was referred to arbitration tribunal, which vide its order dated May 11, 2017, granted arbitration award in favour of DAMEPL of ₹ 4,662.59 crore on the date of the Award. The same was upheld by the Single Judge of Hon'ble Delhi High Court vide its order dated March 06, 2018. However it has been set aside by the Division Bench of Hon'ble Delhi High Court vide its Judgement dated January 15, 2019. DAMEPL has filed Special Leave Petition before the Supreme Court against the said Judgement of Division Bench of Hon'ble Delhi High Court. Based on facts of the case and the prevalent legal position, DAMEPL has a fair chance of succeeding in the Supreme Court. During the quarter ended December 31, 2018 an amount of ₹ 28.30 crore (₹ 348.81 crore during nine months ended December 31, 2018) has been accounted as income by DAMEPL.
6. In respect of Mumbai Metro One Private Limited (MMOPL), a subsidiary of the Parent Company, the net worth has eroded and as at the period-end, current liabilities exceeded its current assets. MMOPL is taking steps to improve overall commercial viability which will result in an improvement in cash flows and enable the Company to meet its financial obligations. It has shown year-on-year growth in passenger traffic and the revenues of the Company have been sufficient to recover its operating costs and the EBITA (Earnings before Interest, Tax and Amortization) has been positive since commencement of operations. MMOPL is in active negotiations with its bankers for an appropriate debt resolution plan and the Parent Company has confirmed to provide necessary support to enable MMOPL to operate as a going concern and accordingly the financial statements of MMOPL have been prepared on a going concern basis.
7. Pending finalisation of the financial restructuring which is being examined by a committee of directors of Reliance Naval and Engineering Limited (RNaval), an associate of the Parent Company, RNaval has prepared its financial statements on a going concern basis and the Company has suspended recognition of Deferred Tax Assets but the net deferred tax assets as at the end of previous financial year has been carried forward and impairment testing of Non-current assets has not been carried out and the effect thereof, if any, will be considered after finalisation of the financial restructuring.
8. In respect of a partly fulfilled order for delivery of vessels by RNaval, an associate of the Parent Company, the customer has failed to take delivery of one completed vessel and has subsequently terminated the contract and also invoked performance and other bank guarantees. RNaval has challenged the said actions including invocation of guarantees by invoking arbitration. RNaval has been advised that refusal of the customer to take the delivery of the vessel is untenable in law and accordingly, the amount paid (against invocation of guarantees) by the banks to the customer as well as amount unbilled to the customer is considered realisable as on December 31, 2018.



9. Delhi Electricity Regulatory Commission (DERC) issued its Tariff Orders on September 29, 2015 upto March 31, 2014 and on August 31, 2017 for the Financial Years 2014-15 and 2015-16 and on March 28, 2018 for the Financial Year 2016-17 to two subsidiaries of the Parent Company, namely, BSES Rajdhani Power Limited (BRPL) and BSES Yamuna Power Limited (BYPL) (Delhi Discoms), whereby DERC had trued up the revenue gap with certain dis-allowances. The Delhi Discoms have preferred appeals against the orders before Hon'ble Appellate Tribunal for Electricity (APTEL). Based on legal opinion, the impacts of such disallowances, which are subject matter of appeal, have not been considered in the computation of regulatory assets for the respective years.
10. NTPC Limited served notice to Delhi Discoms for regulation (suspension) of power supply on February 01, 2014 due to delay in payments. The Delhi Discoms appealed against the notice before the Hon'ble Supreme Court (SC) and prayed for suitable direction from Hon'ble SC to DERC for providing cost reflective tariff and giving a roadmap for liquidation of the accumulated Regulatory Assets. The Hon'ble SC in its interim order directed the Delhi Discoms to pay the current dues. The Delhi Discoms sought modification of the said order so as to allow them to pay 70% of the current dues which was allowed by Hon'ble SC in respect of Delhi Power Utilities only. In the last hearing on May 02, 2018, the Hon'ble Judge did not pronounce the judgement. Since then, both the Judges have retired. The matter shall be re-heard before another Bench.
11. Pursuant to the direction of the Department of Power (GoNCTD) on January 07, 2014, the Comptroller and Auditor General of India (CAG) conducted audit of Delhi Discoms and submitted the draft audit report. The Delhi Discoms challenged the direction of GoNCTD before the Hon'ble High Court of Delhi (HC). The Hon'ble HC in its order dated October 30, 2015 set aside the directions of GoNCTD and directed that "all actions taken pursuant to the directions and all acts undertaken in pursuance thereof are in-fructuous". The aggrieved parties have filed an appeal against the Hon'ble HC judgement before the Hon'ble Supreme Court (SC) which was last heard on March 9, 2017. The Court has reserved its order on the issue whether it would like to hear the matter or transfer it to the constitutional bench where matter between GoNCTD powers vis-a-vis Lieutenant Governor (LG) powers was then pending. On July 03, 2017 the Bench opined that the instant appeals need not be referred to the Constitution Bench and adjudication of the appeals should not await the outcome of the decision of the Constitution Bench. In terms of the signed order, appeals were directed to be listed for hearing on merits. Next date of hearing is not yet fixed.
12. Reliance Bangladesh LNG & Power Limited (RBLPL), the wholly owned subsidiary of Reliance Power Limited (RPower), an associate of the Parent Company continued to make progress and during the quarter intialied project agreements with respect to one (1) module of 754 MW to be supplied by Samalkot Power Limited (SMPL), as part of Phase 1 development in Bangladesh. For balance two (2) modules (1508 MW), it is actively pursuing allocation of gas linkage at commercially viable prices/generation opportunities and are also evaluating alternative arrangements/approaches to deal with situation (including setting up of phase 2 project in Bangladesh) arising from the continued uncertainty as to the availability of natural gas supply in India. Considering these plans, including relocation of unused assets acquired for SMPL to Bangladesh project and support from RPower, SMPL would be able to meet its financial obligation and has prepared its financial statements on a going concern basis.
13. Ind AS Transition Facilitation Group (ITFG) formed by Ind AS implementation Committee of the Institute of the Chartered Accountants of India (the "ICAI") has issued clarification on July 31, 2017 and has *interalia* made observations regarding method of estimating depreciation for preparing standalone financial statements of the subsidiary and for consolidated financial statements. RPower, an associate of the Parent Company, has been advised by reputed legal and accounting firms that the clarification issued by ITFG will not be applicable to RPower, as RPower has been following the different methods, in subsidiaries and in consolidated financial statements, since inception, including under Ind AS regime. RPower has accordingly, continued to provide depreciation in its consolidated financial statements by the straight line method, which is different as compared to the written down value method considered appropriate by certain subsidiaries.



14. The listed non convertible debentures of ₹ 1,280 crore as on December 31, 2018 are secured by way of first pari passu charge on the certain fixed assets and investments and it has sufficient asset cover to discharge the principal amount.
15. The Group operates in three segments, namely, Power, Engineering and Construction (E&C) and Infrastructure. Power segment comprises of generation, transmission and distribution of power at various locations. E&C segment renders comprehensive, value added services in construction, erection and commissioning and Infrastructure includes businesses with respect to development, operation and maintenance of toll roads, metro rail transit systems and airports.
16. The Parent Company has opted to publish consolidated financial results. The standalone financial results, for the quarter and nine months ended December 31, 2018 can be viewed on websites of the Parent Company, National Stock exchange of India Limited and BSE Limited at www.rinfra.com, www.nseindia.com and www.bseindia.com respectively. Key standalone financial information is given below.

(₹ crore)

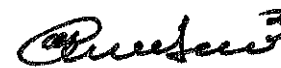
Particulars	Quarter ended (Unaudited)			Nine months ended (unaudited)		Year ended (Audited)
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
Total Operating Income	210.66	222.06	204.93	658.12	845.07	1,075.54
Profit/(Loss) before Tax	111.31	(3,526.93)	49.51	(3,399.63)	543.83	710.77
Total Comprehensive Income	374.81	208.55	314.85	756.36	1,315.65	1,683.50

17. Figures of the previous periods have been regrouped / reclassified wherever considered necessary. Similarly in view of the Note 2 as stated above, the figures of the previous periods/years have been restated and the results of the MPB are classified as Discontinued operations as per Ind AS 105 "Non Current Assets held for sale and discontinued operations".
18. After review by the Audit Committee, the Board of Directors of the Parent Company has approved the consolidated financial results at their meeting held on February 05, 2019. The statutory auditors have carried out a limited review of the consolidated financial results for the quarter and nine months ended December 31, 2018 as per listing agreement entered into with the stock exchanges in India.

For and on behalf of the Board of Directors

Place: Mumbai

Date: February 05, 2019



Anil D. Ambani

Chairman

